

Kentucky Agricultural Finance Corporation

Minutes of the October 29, 2013 Meeting

The meeting of the Kentucky Agricultural Finance Corporation Board was held on Tuesday, October 29, 2013 at 1:00 p.m. CDT at the Sloan Convention Center, 1021 Wilkinson Trace, Bowling Green, KY. Commissioner Comer, presiding, called the meeting to order.

Notification of Press

Commissioner Comer received verification that the media had been notified regarding the Kentucky Agricultural Finance Corporation (KAFC) monthly meeting.

Roll Call

Members Present

Commissioner Comer, Kenny Burdine, Wayne Hunt, Larry Jagers, Frank McAninch, Tom Midkiff (designee for Secretary Flanery), Joel Oney

Members Absent

Westy Adams, George Begley, Doug Lawson, Frank Penn

Kentucky Agricultural Development Board (KADB) Members Present – Jamie Link, Dr. Betty Bailey, Don Goodin, Pat Henderson, Sam Lawson, Wayne Mattingly, Sam Moore, Troy Rankin, Jim Sidebottom, Dean Scott Smith

Staff – Roger Thomas, Angela Blank, Biff Baker, Tammy Brookshier, Sandra Gardner, Cyndi Hall, Bill Hearn, Angie Justice, Brian Murphy, Bill McCloskey, Joel Neaveill, Kylee Palmer, Teresa Spreitzer

Guests – Warren Beeler, Kristan Branscum, Steve Kelly, and Cory Bridges, Kentucky Department of Agriculture (KDA); Aleta Botts, Myrissa Christy, and Brent Lackey, Kentucky Center for Agriculture and Rural Development; Lowell Atchley, Legislative Research Commission (LRC); Jeff Hall, Kentucky Horticulture Council, Representative Wilson Stone

Review and Approval of Minutes

Tom Midkiff moved to approve the minutes of the September 6, 2013 meeting of the KAFC Board of Directors; Joel Oney seconded the motion. *The motion passed without dissent.*

Reports

Executive Director's Report

Commissioner Comer called on Roger Thomas to give the Executive Director's Report.

Roger Thomas reported to the board regarding the various meetings/events held and attended since the last board meeting.

Director of Financial Services Report

Commissioner Comer called on Bill McCloskey to give the Director of Financial Services Report.

KAFC Statement of Financial Position		
(as of 9/30/2013)		
Assets		
Cash KAFC Accounts*	\$	6,772,489
Loan Payments Due KAFC		
Category A	\$	31,681,823
Category B	\$	187,500
Category C	\$	-
	\$	31,869,323
Total Assets	\$	38,641,813
Liabilities		
KAFC loans approved not closed	\$	4,285,595
Loans Outstanding	\$	31,869,323
Total Liabilities	\$	36,154,918
Unobligated Assets*	\$	2,486,894
Total Liabilities & Unobligated Assets	\$	38,641,813

*Includes \$2M authorized, unissued

Kenny Burdine moved to approve the financial report; Mr. Midkiff seconded the motion. *The motion passed without dissent.*

New Business

The following applications were received between September 13, 2013 and October 11, 2013.

Agricultural Infrastructure Loan Program - Discussion and Action

AF13-0060 Rodriguez, Victor and Shanna – Applicants requested \$100,000 for the purchase of 50 acres with 6 Tyson Broiler Barns in Graves County. First Community Bank of Western KY in Clinton is the participating lender. Staff recommended loan approval contingent on a FSA guarantee approved and obligated. **Joel Oney moved to approve AF13-0060, based on staff's recommendation, pending fund availability;** Dr. Burdine seconded the motion. *The motion passed without dissent.*

Beginning Farmer Loan Program - Discussion and Action

AF13-0059 Harmon, Michael and Charlotte – Applicants requested \$35,000 for the purchase of 20 acres with 4 broiler houses in Metcalfe County. Farm Credit Mid-America in Campbellsville is the participating lender. Staff recommended loan approval contingent on a FSA guarantee approved and obligated. **Wayne Hunt moved to approve AF13-0059, based on staff's recommendation, pending fund availability;** Larry Jagers seconded the motion. *The motion passed without dissent.* Mr. Oney abstained.

AF13-0061 **Mann, Michael and Rebecca, Mann, Eli** – Applicants requested \$56,666.50 for the purchase of 100 acres in Pendleton County. Farm Credit Mid-America in Dry Ridge is the participating lender. Staff recommended loan approval. **Dr. Burdine moved to approve AF13-0061, based on staff's recommendation, pending fund availability;** Frank McAninch seconded the motion. *The motion passed without dissent.* Mr. Oney abstained.

Old Business

Extensions – No Action Necessary

AF12-0031 Moss, Taylor (BFLP)

Paid in Full – No Action Necessary

AF08-0065 Clark, L.P. (AILP)
AF07-0027 Williams Poultry (AILP)
AF11-0006 Wherry, Dustin (BFLP)

Withdrawal – No Action Necessary

AF13-0018 Glenn, Robert (NAEL)

Closing Remarks

The next meeting of the KAFC Board will be Friday, December 6, 2014 at 10:00 a.m. EST, Transportation Cabinet Office Building, 200 Mero Street, Frankfort, KY. The regular business meeting of KAFC will begin at 10:00 a.m. EST.

Mr. Hunt moved to adjourn; Joel Oney seconded the motion. *The motion passed without dissent.* The meeting adjourned at **1:30 p.m. CDT.**

APPROVED: 1-10-2014

PRESIDING OFFICER:

James Comer
James Comer

SECRETARY:

Cyndi Hall
Cyndi Hall